HOUSE BILL 294

N1 HB 286/24 - ENT

By: Delegate Holmes

Introduced and read first time: January 9, 2025 Assigned to: Environment and Transportation

A BILL ENTITLED

| 1 | AN ACT concerning | |
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| 2 | Task Force on Common Ownership Communities | |
| ${3 \\ 4 \\ 5}$ | FOR the purpose of establishing the Task Force on Common Ownership Communities requiring the Task Force to submit a report of findings and recommendations; and generally relating to the Task Force on Common Ownership Communities. | |
| $6 \\ 7$ | SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND That: | |
| 8 | (a) | In this section, "common ownership community" means: |
| 9 | | (1) a condominium, as defined in § 11–101 of the Real Property Article; |
| 10 11 | Corporation | (2) a cooperative housing corporation, as defined in § 5–6B–01 of the s and Associations Article; or |
| $\begin{array}{c} 12\\ 13 \end{array}$ | Article. | (3) a homeowners association, as defined in § 11B–101 of the Real Property |
| 14 | (b) | There is a Task Force on Common Ownership Communities. |
| 15 | (c) | The Task Force consists of the following members: |
| $\begin{array}{c} 16 \\ 17 \end{array}$ | the Senate; | (1) two members of the Senate of Maryland, appointed by the President of |
| $\begin{array}{c} 18\\19\end{array}$ | the House; | (2) two members of the House of Delegates, appointed by the Speaker of |
| $20 \\ 21$ | Secretary's | (3) the Secretary of Housing and Community Development, or the designee; |

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



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(4) the Secretary of Labor, or the Secretary's designee; 1 $\mathbf{2}$ (5)one representative of the Consumer Protection Division in the Office of the Attorney General; 3 one representative from the field of alternative dispute resolution, 4 (6)appointed by the Chief Justice of the Supreme Court of Maryland; $\mathbf{5}$ 6 two representatives of the general public, appointed by the President of (7)7 the Senate: 8 one of whom is a member of a board of directors of a large (i) common ownership community; and 9 one of whom is a member of a board of directors of a 10 (ii) 11 medium-sized or small common ownership community; 12(8)two representatives of the general public, appointed by the Speaker of the House: 1314one of whom is a member of a board of directors of a large (i) 15common ownership community; and 16one of whom is a member of a board of directors of a (ii) 17medium-sized or small common ownership community; and 18 (9)seven representatives of the general public, appointed by the Governor: 19(i) one of whom owns a home or dwelling unit in a common 20ownership community; 21one of whom is not a member of a board of directors of a common (ii) 22ownership community; 23(iii) one of whom is an attorney with experience representing common ownership communities; 2425one of whom is an insurance agent or broker with experience (iv) 26serving common ownership communities; 27one of whom is a certified public accountant with experience (\mathbf{v}) 28serving common ownership communities; 29one of whom is a manager of a common ownership community; (vi) 30 and

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| $\frac{1}{2}$ | Association. | (vii) one of whom is a representative of the Maryland State Builders | |
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| 3 | (d) | The Task Force shall elect a chair from among its members. | |
| 4 | (e) | The Office of the Attorney General shall provide staff for the Task Force. | |
| 5 | (f) | A member of the Task Force: | |
| 6 | | (1) may not receive compensation as a member of the Task Force; but | |
| 7 8 | (2) is entitled to reimbursement for expenses under the Standard State Travel Regulations, as provided in the State budget. | | |
| 9 | (g) | The Task Force shall study: | |
| $10 \\ 11 \\ 12$ | (1) the education and training needs of common ownership community boards and new and prospective owners of homes and dwelling units in common ownership communities, including: | | |
| $\frac{13}{14}$ | for common | (i) creation and dissemination of information on the best practices ownership community governing boards; and | |
| 1516 | agency or ar | (ii) options for providing classes and brochures through a State institution regulated by the Maryland Higher Education Commission on: | |
| 1718 | community | 1. the responsibilities of members of common ownership governing boards; and | |
| $\frac{19}{20}$ | units in com | 2. the obligations and rights of owners of homes and dwelling mon ownership communities; | |
| $\frac{21}{22}$ | services for | (2) the feasibility of establishing statewide alternative dispute resolution common ownership communities, including: | |
| $\frac{23}{24}$ | enforcement | (i) providing resources to the Office of the Attorney General for of laws related to common ownership communities; and | |
| 25 26 | dwelling un | (ii) offering assistance and guidance to owners of homes and ts in common ownership communities prior to litigation; | |
| 27 28 | Ownership (| (3) the advisability of creating a permanent State Commission on Common Communities; | |
| 29 30 | be licensed; | (4) the feasibility of requiring common ownership community managers to and | |

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1 (5) best practices related to common ownership community election 2 processes and governance.

3 (h) The Task Force shall submit a final report of its findings and 4 recommendations on or before December 31, 2026, to the Governor and, in accordance with 5 § 2–1257 of the State Government Article, the General Assembly.

6 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June 7 1, 2025. It shall remain effective for a period of 2 years and 1 month and, at the end of June 8 30, 2027, this Act, with no further action required by the General Assembly, shall be 9 abrogated and of no further force and effect.

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